

4460' to 6800'

Brine and fresh water purchased from commercial sources will be utilized. Salt gel will be used to build viscosity.

6800' to TD

Brine and fresh water with salt gel and starch will be used to maintain a viscosity of approximately 31 and a water loss of 15 to 25.

Testing and Coring:

Mudlogging unit will be employed from approximately 4780' (Top of Delaware) to Total Depth (8700'). The Dual Laterolog will be run from TD back to the intermediate casing and the Compensated Neutron/Density Log will be run from TD back to surface. In some cases, Strata elects to run rotary sidewall cores from selected intervals from approximately 7200' to 8200' dependent upon logging results.

Hydrogen Sulfide:

Strata has drilled and completed seven (7) wells in the immediate area. To date, we have not encountered Hydrogen Sulfide. However, if Hydrogen Sulfide is encountered an Hydrogen Sulfide alarm on the drilling rig would be activated. All personnel have had Hydrogen Sulfide training and appropriate breathing apparatus is located on site. If necessary, the well can be shut in utilizing the blow out preventer and other equipment in order to prevent the migration of Hydrogen Sulfide to the surface.

173

RECEIVED  
OCT 18 1992  
OCD MOBILE OFFICE